Listing of Claims:

1. (previously presented) A security system for facilitating transponder carrier identification and tracking within a secure area comprising:

an RF transponder having a memory in which is stored a unique identifier; the transponder including a transmitter to transmit the unique identifier;

a transponder writer operable to send a replacement unique identifier to the transponder, the transponder replacing the identifier in the transponder memory with the replacement identifier:

a transponder reader to receive from the transponder at least the unique identifier of the transponder;

such that the transponder reader interrogates the transponder and, in response to the interrogation, receives from the transponder at least the unique identifier of the transponder;

wherein the location of the transponder is determined from the location of the transponder reader.

- 2. (original) A security system according to claim 1, wherein the transponder has a fixed unit identifier serving to identify the transponder, the fixed unit identifier being a separate identifier to the unique identifier.
- 3. (original) A security system according to claim 2, wherein the unique identifier comprises an identity code.
- 4. (original) A security system according to claim 1, wherein the unique identifier is encrypted and assigned by a security processor.
 - 5. (canceled).
- 6. (previously presented) A security system according to claim 1, wherein the transmitter is a contactless transmitter operable to transmit RF signals.
- 7. (previously presented) A security system according to claim 1, wherein the transmitter is a contact transmitter operable to send signals to a unit in contact with the transponder.

8. - 9 (canceled)

- 10. (previously presented) A security system according to claim 1, wherein the transponder reader is mounted within the secure area and has a location code which provides information as to the location of the transponder reader.
- 11. (original) A security system according to claim 10, wherein the transponder reader is portable and operable within the secure area.
- 12. (previously presented) A security system according to claim 1, wherein the transponder reader has a predetermined interrogation range such that a transponder within the interrogation range will receive an interrogation signal from the reader and will respond thereto by sending its unique identifier, and so determine the location of the transponder.
- 13. (original) A security system according to claim 1, further comprising a security processor having an access database setting out access parameters for the secure area and a carrier of a transponder, the security processor being operable to receive information from the transponder reader comprising at least the unique identifier of an interrogated transponder and the location of the transponder reader.
- 14. (previously presented) A security system according to claim 13, wherein the security processor determines from consultation of the access database whether the carrier is authorized to be in the vicinity of the interrogating transponder reader and further determines what, if any, action needs to be taken.
- 15. (previously presented) A security system according to claim 13, further comprising an actuator controllable by the security processor to affect operation of a device in response to a condition determined by the security processor.
- 16. (original) A security system according to claim 15, wherein the device activated by the actuator is selected from the group consisting of: an image capture device; an alarm; an alert system; a lock; an emergency door release; a speaker; and a communication device.
- 17. (original) A security system according claim 1, wherein the transponder is configured as a card having a contact terminal.

18. (original) A security system according to claim 17, wherein a card reader/writer is provided having a contact region compatible with the card contact terminal, wherein the transponder is addressable by the card reader when the terminal and contact region are in contact with one another.

- 19. (original) A security system according to claim 18, wherein the card reader/writer is operable to write the replacement unique identifier to the transponder.
- 20. (original) A security system according to claim 18, wherein the card reader/writer is integrated with an identification authentication device so as to authenticate the identity of a carrier of the transponder prior to writing a replacement unique identifier to the transponder of the carrier.
- 21. (original) A security system according to claim 1, wherein the carrier is selected from the group consisting of: personnel; a vehicle; and a hardware product.
- 22. (previously presented) A security system according to claim 1, wherein the unique identifier has an expiry time after which the unique identifier is no longer valid.
- 23. (previously presented) A security system according to claim 1, wherein communication between at least some of the components of the system is enabled by one or more of the Internet, wireless connection, hardwire connection and, intranet.
- 24. (previously presented) An RF transponder for use in a security system for facilitating transponder carrier identification and tracking within a secure area comprising:
 - a first memory in which is stored a replaceable unique identifier; and
- a transmitter operable to send the unique identifier in response to an interrogation signal from a transponder reader;

wherein the location of the transponder is determined from the location of the transponder reader.

25. (currently amended) An RF transponder reader operable to send an interrogation signal to an RF transponder having a unique identifier and receive from the transponder, in

response to the interrogation signal, the unique identifier, the reader being <u>a portable unit and</u> operable to transmit the unique identifier to a security processor for identity verification

wherein the location of the transponder is determined from the location of the transponder reader.

- 26. (canceled)
- 27. (previously presented) An RF transponder reader according to claim 25, wherein the reader is integrated with a data archiving system.
- 28. (previously presented) An RF transponder reader according to claim 27, wherein the data archiving system is a personal digital assistant.
- 29. (previously presented) An RF transponder reader according to claim 25, wherein the reader incorporates a cellular telephone system.
 - 30. (previously presented) A method of identity verification comprising the steps of: interrogating an RF transponder with an interrogation signal;

receiving a unique identifier from the transponder provided in response to the interrogation signal;

authenticating the identity of a user carrying the transponder;

assigning a replacement unique identifier; and

writing the replacement unique identifier to the transponder to replace the received unique identifier;

locating the transponder from the location of the transponder reader.

- 31. (previously presented) A security system according to claim 20 wherein the identity authentication device includes any one or a combination of: a keypad to receive an alphanumeric code or biometric authenticator, such as a finger print or retinal scanner.
- 32. (previously presented) A security system according to claim 1 wherein the transponder reader further includes a motion detector, such that on detection of movement within a detection zone, the transponder reader sends an interrogation signal to determine an identity of a user causing the movement.